

§ 3000.9 Enforcement.

Provisions of section 41 of the Act shall be enforced by the United States Department of Justice.

[53 FR 22835, June 17, 1988]

PART 3100—OIL AND GAS LEASING**Subpart 3100—Oil and Gas Leasing:
General**

Sec.

- 3100.0-3 Authority.
- 3100.0-5 Definitions.
- 3100.0-9 Information collection.
- 3100.1 Helium.
- 3100.2 Drainage.
- 3100.2-1 Compensation for drainage.
- 3100.2-2 Drilling and production or payment of compensatory royalty.
- 3100.3 Options.
- 3100.3-1 Enforceability.
- 3100.3-2 Effect of option on acreage.
- 3100.3-3 Option statements.
- 3100.4 Public availability of information.

Subpart 3101—Issuance of Leases

- 3101.1 Lease terms and conditions.
- 3101.1-1 Lease form.
- 3101.1-2 Surface use rights.
- 3101.1-3 Stipulations and information notices.
- 3101.1-4 Modification or waiver of lease terms and stipulations.
- 3101.2 Acreage limitations.
- 3101.2-1 Public domain lands.
- 3101.2-2 Acquired lands.
- 3101.2-3 Excepted acreage.
- 3101.2-4 Excess acreage.
- 3101.2-5 Computation.
- 3101.2-6 Showing required.
- 3101.3 Leases within unit areas.
- 3101.3-1 Joinder evidence required.
- 3101.3-2 Separate leases to issue.
- 3101.4 Lands covered by application to close lands to mineral leasing.
- 3101.5 National Wildlife Refuge System lands.
- 3101.5-1 Wildlife refuge lands.
- 3101.5-2 Coordination lands.
- 3101.5-3 Alaska wildlife areas.
- 3101.5-4 Stipulations.
- 3101.6 Recreation and public purposes lands.
- 3101.7 Federal lands administered by an agency outside of the Department of the Interior.
- 3101.7-1 General requirements.
- 3101.7-2 Action by the Bureau of Land Management.
- 3101.7-3 Appeals.
- 3101.8 State's or charitable organization's ownership of surface overlying Federally-owned minerals.

Subpart 3102—Qualifications of Lessees

- 3102.1 Who may hold leases.
- 3102.2 Aliens.
- 3102.3 Minors.
- 3102.4 Signature.
- 3102.5 Compliance, certification of compliance and evidence.
- 3102.5-1 Compliance.
- 3102.5-2 Certification of compliance.
- 3102.5-3 Evidence of compliance.

Subpart 3103—Fees, Rentals and Royalty

- 3103.1 Payments.
- 3103.1-1 Form of remittance.
- 3103.1-2 Where submitted.
- 3103.2 Rentals.
- 3103.2-1 Rental requirements.
- 3103.2-2 Annual rental payments.
- 3103.3 Royalties.
- 3103.3-1 Royalty on production.
- 3103.3-2 Minimum royalties.
- 3103.4 Production incentives.
- 3103.4-1 Royalty reductions.
- 3103.4-2 Stripper well royalty reductions.
- 3103.4-3 Heavy oil royalty reductions.
- 3103.4-4 Suspension of operations and/or production.

Subpart 3104—Bonds

- 3104.1 Bond obligations.
- 3104.2 Lease bond.
- 3104.3 Statewide and nationwide bonds.
- 3104.4 Unit operator's bond.
- 3104.5 Increased amount of bonds.
- 3104.6 Where filed and number of copies.
- 3104.7 Default.
- 3104.8 Termination of period of liability.

Subpart 3105—Cooperative Conservation Provisions

- 3105.1 Cooperative or unit agreement.
- 3105.2 Communitization or drilling agreements.
- 3105.2-1 Where filed.
- 3105.2-2 Purpose.
- 3105.2-3 Requirements.
- 3105.3 Operating, drilling or development contracts.
- 3105.3-1 Where filed.
- 3105.3-2 Purpose.
- 3105.3-3 Requirements.
- 3105.4 Combination for joint operations or for transportation of oil.
- 3105.4-1 Where filed.
- 3105.4-2 Purpose.
- 3105.4-3 Requirements.
- 3105.4-4 Rights-of-way.
- 3105.5 Subsurface storage of oil and gas.
- 3105.5-1 Where filed.
- 3105.5-2 Purpose.
- 3105.5-3 Requirements.
- 3105.5-4 Extension of lease term.
- 3105.6 Consolidation of leases.

§ 3100.0-3

Subpart 3106—Transfers by Assignment, Sublease or Otherwise

- 3106.1 Transfers, general.
- 3106.2 Qualifications of transferees.
- 3106.3 Filing fees.
- 3106.4 Forms.
- 3106.4-1 Transfers of record title and of operating rights (subleases).
- 3106.4-2 Transfers of other interests, including royalty interests and production payments.
- 3106.4-3 Mass transfers.
- 3106.5 Description of lands.
- 3106.6 Bonds.
- 3106.6-1 Lease bond.
- 3106.6-2 Statewide/nationwide bond.
- 3106.7 Approval of transfer.
- 3106.7-1 Failure to qualify.
- 3106.7-2 If I transfer my lease, what is my continuing obligation?
- 3106.7-3 Lease account status.
- 3106.7-4 Effective date of transfer.
- 3106.7-5 Effect of transfer.
- 3106.7-6 If I acquire a lease by an assignment or transfer, what obligations do I agree to assume?
- 3106.8 Other types of transfers.
- 3106.8-1 Heirs and devisees.
- 3106.8-2 Change of name.
- 3106.8-3 Corporate merger.

Subpart 3107—Continuation, Extension or Renewal

- 3107.1 Extension by drilling.
- 3107.2 Production.
- 3107.2-1 Continuation by production.
- 3107.2-2 Cessation of production.
- 3107.2-3 Leases capable of production.
- 3107.3 Extension for terms of cooperative or unit plan.
- 3107.3-1 Leases committed to plan.
- 3107.3-2 Segregation of leases committed in part.
- 3107.3-3 20-year lease or any renewal thereof.
- 3107.4 Extension by elimination.
- 3107.5 Extension of leases segregated by assignment.
- 3107.5-1 Extension after discovery on other segregated portions.
- 3107.5-2 Undeveloped parts of leases in their extended term.
- 3107.5-3 Undeveloped parts of producing leases.
- 3107.6 Extension of reinstated leases.
- 3107.7 Exchange leases: 20-year term.
- 3107.8 Renewal leases.
- 3107.8-1 Requirements.
- 3107.8-2 Application.
- 3107.8-3 Approval.
- 3107.9 Other types.
- 3107.9-1 Payment of compensatory royalty.
- 3107.9-2 Subsurface storage of oil and gas.

43 CFR Ch. II (10-1-05 Edition)

Subpart 3108—Relinquishment, Termination, Cancellation

- 3108.1 As a lessee, may I relinquish my lease?
- 3108.2 Termination by operation of law and reinstatement.
- 3108.2-1 Automatic termination.
- 3108.2-2 Reinstatement at existing rental and royalty rates: Class I reinstatements.
- 3108.2-3 Reinstatement at higher rental and royalty rates: Class II reinstatements.
- 3108.2-4 Conversion of unpatented oil placer mining claims: Class III reinstatements.
- 3108.3 Cancellation.
- 3108.4 *Bona fide* purchasers.
- 3108.5 Waiver or suspension of lease rights.

Subpart 3109—Leasing Under Special Acts

- 3109.1 Rights-of-way.
- 3109.1-1 Generally.
- 3109.1-2 Application.
- 3109.1-3 Notice.
- 3109.1-4 Award of lease or compensatory royalty agreement.
- 3109.1-5 Compensatory royalty agreement or lease.
- 3109.2 Units of the National Park System.
- 3109.2-1 Authority to lease. [Reserved]
- 3109.2-2 Area subject to lease. [Reserved]
- 3109.3 Shasta and Trinity Units of the Whiskeytown-Shasta-Trinity National Recreation Area.

AUTHORITY: 30 U.S.C. 189 and 359; 30 U.S.C. 1713 and 1751; and 43 U.S.C. 1732(b), 1733, and 1740.

SOURCE: 48 FR 33662, July 22, 1983, unless otherwise noted.

Subpart 3100—Onshore Oil and Gas Leasing: General

§ 3100.0-3 Authority.

(a) *Public domain.* (1) Oil and gas in public domain lands and lands returned to the public domain under section 2370 of this title are subject to lease under the Mineral Leasing Act of 1920, as amended and supplemented (30 U.S.C. 181 *et seq.*), by acts, including, but not limited to, section 1009 of the Alaska National Interest Lands Conservation Act (16 U.S.C. 3148).

(2) *Exceptions.* (i) Units of the National Park System, including lands withdrawn by section 206 of the Alaska National Interest Lands Conservation Act, except as provided in paragraph (g)(4) of this section;

(ii) Indian reservations;

Bureau of Land Management, Interior

§ 3100.0-3

(iii) Incorporated cities, towns and villages;

(iv) Naval petroleum and oil shale reserves and the National Petroleum Reserve—Alaska.

(v) Lands north of 68 degrees north latitude and east of the western boundary of the National Petroleum Reserve—Alaska;

(vi) Arctic National Wildlife Refuge in Alaska.

(vii) Lands recommended for wilderness allocation by the surface managing agency;

(viii) Lands within Bureau of Land Management wilderness study areas;

(ix) Lands designated by Congress as wilderness study areas, except where oil and gas leasing is specifically allowed to continue by the statute designating the study area;

(x) Lands within areas allocated for wilderness or further planning in Executive Communication 1504, Ninety-Sixth Congress (House Document numbered 96-119), unless such lands are allocated to uses other than wilderness by a land and resource management plan or have been released to uses other than wilderness by an Act of Congress; and

(xi) Lands within the National Wilderness Preservation System, subject to valid existing rights under section 4(d)(3) of the Wilderness Act established before midnight, December 31, 1983, unless otherwise provided by law.

(b) *Acquired lands.* (1) Oil and gas in acquired lands are subject to lease under the Mineral Leasing Act for Acquired Lands of August 7, 1947, as amended (30 U.S.C. 351-359).

(2) *Exceptions.* (i) Units of the National Park System, except as provided in paragraph (g)(4) of this section;

(ii) Incorporated cities, towns and villages;

(iii) Naval petroleum and oil shale reserves and the National Petroleum Reserve—Alaska;

(iv) Tidelands or submerged coastal lands within the continental shelf adjacent or littoral to lands within the jurisdiction of the United States;

(v) Lands acquired by the United States for development of helium, fissionable material deposits or other minerals essential to the defense of the

country, except oil, gas and other minerals subject to leasing under the Act;

(vi) Lands reported as excess under the Federal Property and Administrative Services Act of 1949;

(vii) Lands acquired by the United States by foreclosure or otherwise for resale.

(viii) Lands recommended for wilderness allocation by the surface managing agency;

(ix) Lands within Bureau of Land Management wilderness study areas;

(x) Lands designated by Congress as wilderness study areas, except where oil and gas leasing is specifically allowed to continue by the statute designating the study area;

(xi) Lands within areas allocated for wilderness or further planning in Executive Communication 1504, Ninety-Sixth Congress (House Document numbered 96-119), unless such lands are allocated to uses other than wilderness by a land and resource management plan or have been released to uses other than wilderness by an Act of Congress; and

(xii) Lands within the National Wilderness Preservation System, subject to valid existing rights under section 4(d)(3) of the Wilderness Act established before midnight, December 31, 1983, unless otherwise provided by law.

(c) National Petroleum Reserve—Alaska is subject to lease under the Department of the Interior Appropriations Act, Fiscal Year 1981 (42 U.S.C. 6508).

(d) Where oil or gas is being drained from lands otherwise unavailable for leasing, there is implied authority in the agency having jurisdiction of those lands to grant authority to the Bureau of Land Management to lease such lands (see 43 U.S.C. 1457; also Attorney General's Opinion of April 2, 1941 (Vol. 40 Op. Atty. Gen. 41)).

(e) Where lands previously withdrawn or reserved from the public domain are no longer needed by the agency for which the lands were withdrawn or reserved and such lands are retained by the General Services Administration, or where acquired lands are declared as excess to or surplus by the General Services Administration, authority to lease such lands may be transferred to the Department in accordance with the

§ 3100.0-5

Federal Property and Administrative Services Act of 1949 and the Mineral Leasing Act for Acquired Lands, as amended.

(f) The Act of May 21, 1930 (30 U.S.C. 301-306), authorizes the leasing of oil and gas deposits under certain rights-of-way to the owner of the right-of-way or any assignee.

(g)(1) The Act of May 9, 1942 (56 Stat. 273), as amended by the Act of October 25, 1949 (63 Stat. 886), authorizes leasing on certain lands in Nevada.

(2) The Act of March 3, 1933 (47 Stat. 1487), as amended by the Act of June 5, 1936 (49 Stat. 1482) and the Act of June 29, 1936 (49 Stat. 2026), authorizes leasing on certain lands patented to the State of California.

(3) The Act of June 30, 1950 (16 U.S.C. 508(b)) authorizes leasing on certain National Forest Service Lands in Minnesota.

(4) *Units of the National Park System.* The Secretary is authorized to permit mineral leasing in the following units of the National Park System if he/she finds that such disposition would not have significant adverse effects on the administration of the area and if lease operations can be conducted in a manner that will preserve the scenic, scientific and historic features contributing to public enjoyment of the area, pursuant to the following authorities:

(i) *Lake Mead National Recreation Area*—The Act of October 8, 1964 (16 U.S.C. 460n *et seq.*).

(ii) *Whiskeytown Unit of the Whiskeytown-Shasta-Trinity National Recreation Area*—The Act of November 8, 1965 (79 Stat. 1295; 16 U.S.C. 460q *et seq.*).

(iii) *Ross Lake and Lake Chelan National Recreation Areas*—The Act of October 2, 1968 (82 Stat. 926; 16 U.S.C. 90 *et seq.*).

(iv) *Glen Canyon National Recreation Area*—The Act of October 27, 1972 (86 Stat. 1311; 16 U.S.C. 460dd *et seq.*).

(5) *Shasta and Trinity Units of the Whiskeytown-Shasta-Trinity National Recreation Area.* Section 6 of the Act of November 8, 1965 (Pub. L. 89-336; 79 Stat. 1295), authorizes the Secretary of the Interior to permit the removal of leasable minerals from lands (or interest in lands) within the recreation area under the jurisdiction of the Secretary

43 CFR Ch. II (10-1-05 Edition)

of Agriculture in accordance with the Mineral Leasing Act of February 25, 1920, as amended (30 U.S.C. 181 *et seq.*), or the Acquired Lands Mineral Leasing Act of August 7, 1947 (30 U.S.C. 351-359), if he finds that such disposition would not have significant adverse effects on the purpose of the Central Valley project or the administration of the recreation area.

[48 FR 33662, July 22, 1983, as amended at 49 FR 2113, Jan. 18, 1984; 53 FR 17351, 17352, May 16, 1988; 53 FR 22835, June 17, 1988; 53 FR 31958, Aug. 22, 1988]

§ 3100.0-5 Definitions.

As used in this part, the term:

(a) *Operator* means any person or entity, including, but not limited to, the lessee or operating rights owner, who has stated in writing to the authorized officer that it is responsible under the terms and conditions of the lease for the operations conducted on the leased lands or a portion thereof.

(b) *Unit operator* means the person authorized under the agreement approved by the Department of the Interior to conduct operations within the unit.

(c) *Record title* means a lessee's interest in a lease which includes the obligation to pay rent, and the rights to assign and relinquish the lease. Overriding royalty and operating rights are severable from record title interests.

(d) *Operating right* (working interest) means the interest created out of a lease authorizing the holder of that right to enter upon the leased lands to conduct drilling and related operations, including production of oil or gas from such lands in accordance with the terms of the lease.

(e) *Transfer* means any conveyance of an interest in a lease by assignment, sublease or otherwise. This definition includes the terms: *Assignment* which means a transfer of all or a portion of the lessee's record title interest in a lease; and *sublease* which means a transfer of a non-record title interest in a lease, i.e., a transfer of operating rights is normally a sublease and a sublease also is a subsidiary arrangement between the lessee (sublessor) and the sublessee, but a sublease does not include a transfer of a purely financial interest, such as overriding royalty interest or payment out of production,